



NOMURA

Nomura Japan Shariah Active Core Fund

Semi-Annual Report and Unaudited Financial Statements for the
Financial Period from 1 July 2025 to 31 December 2025

MANAGER:

NOMURA ASSET MANAGEMENT MALAYSIA SDN. BHD.
Business Registration No.: 200601028939 (748695-A)

TRUSTEE:

SCBMB Trustee Berhad
Business Registration No.: 201201021301 (1005793-T)

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This Semi-Annual Report is available, upon request, to unit holders without charge

1. FUND PROFILE

1.1 Fund Name

Nomura Japan Shariah Active Core Fund (“Fund”)

1.2 Type and Category of Fund

Growth – Equity (Shariah-compliant)

1.3 Duration of the Fund

The Fund is an open-ended fund.

1.4 Investment Objectives

The Fund aims to achieve long-term capital growth.

1.5 Distribution Policy

Distribution of income, if any, is incidental.

1.6 Performance Benchmark

90% DJIM Japan Index + 10% BNM Islamic Interbank Overnight Rate (“Benchmark”).

2. FUND PERFORMANCE

2.1 Key Fund Performance Data

Asset Allocation / Portfolio Composition	31 December 2025	30 June 2025
Equities	98.78%	94.12%
Cash and Others	1.22%	5.88%
Total	100.00%	100.00%

Fund – MYR Class

Category	1 July 2025 to 31 December 2025	Since Commencement, 7 November 2024 to 30 June 2025
Highest NAV per Unit (RM) ¹	1.0241	1.0395
Lowest NAV per Unit (RM) ¹	0.9453	0.8191
Total Return (%) ²		
- Capital growth (%)	(2.51)	(1.15)
- Income (%)	-	-
Gross/Net Distribution per unit (RM)	-	-
Total NAV (USD) ¹	329,785	1,290,331
NAV per Unit (RM)	0.9637	0.9885
Unit in Circulation	1,388,214	5,492,098

Fund – USD Class

Category	1 July 2025 to 31 December 2025	Since Commencement, 7 November 2024 to 30 June 2025
Highest NAV per Unit (USD) ¹	1.0710	1.0315
Lowest NAV per Unit (USD) ¹	0.9792	0.8032
Total Return (%) ²		
- Capital growth (%)	1.74	3.15
- Income (%)	-	-
Gross/Net Distribution per unit (USD)	-	-
Total NAV (USD) ¹	2,189,396	2,076,097
NAV per Unit (USD)	1.0494	1.0315
Unit in Circulation	2,086,272	2,012,702

Category	1 July 2025 to 31 December 2025	Since Commencement, 7 November 2024 to 30 June 2025
Total Expense Ratio (%) ³	1.27	1.21
Portfolio Turnover Ratio (time) ⁴	0.52	1.00

Notes:

(1) *Figures shown as ex-distribution.*

(2) *Total Return of the Fund and its Benchmark for a period are calculated based on the absolute return of the Fund for that period. The calculation of the Total Return of the Fund is based on NAV-to-NAV basis, and is sourced from LSEG Lipper. Fund performances include reinvestment of income distributions into the Fund. The performance figures are a comparison of the growth/decline in NAV for the stipulated period taking into account all the distributions payable (if any) during the stipulated period:*

- **Capital Return**= {NAV per Unit End / NAV per Unit Beginning – 1} x 100
- **Income Return**= {Income Distribution per Unit / NAV per Unit Ex-Distribution} x 100

(3) *Total Expense Ratio (“TER”) is calculated based on the total fees and expenses incurred by the Fund divided by the average net asset value of the Fund for the financial period calculated on daily basis.*

(4) *Portfolio Turnover Ratio (“PTR”) is calculated based on the total acquisitions and total disposals of investment securities of the Fund for the financial period divided by the average net asset value of the Fund for the financial period calculated on daily basis.*

2.2 Average Total Return of the Fund

Fund – MYR Class

	1 July 2025 to 31 December 2025	Since Commencement, 7 November 2024 to 30 June 2025
Average Total Return (%)	-4.92	-1.77

Source: LSEG Lipper

Fund – USD Class

	1 July 2025 to 31 December 2025	Since Commencement, 7 November 2024 to 30 June 2025
Average Total Return (%)	3.47	4.91

Source: LSEG Lipper

2.3 Annual Total Return of the Fund

Fund – MYR Class

	1 July 2025 to 31 December 2025	Since Commencement, 7 November 2024 to 30 June 2025
Total Return (%) ¹	-2.51	-1.15
Benchmark (%)	3.56	0.64

Source: LSEG Lipper

Fund – USD Class

	1 July 2025 to 31 December 2025	Since Commencement, 7 November 2024 to 30 June 2025
Total Return (%) ¹	1.74	3.15
Benchmark (%)	7.45	5.25

Source: LSEG Lipper

Notes:

- (1) Annual Total Return of the Fund and its Benchmark for a period are calculated based on the absolute return of the Fund for that period. The calculation of the Annual Total Return of the Fund is based on NAV-to-NAV basis, and is sourced from LSEG Lipper. Fund performances include reinvestment of income distributions into the Fund. Further details on basis of calculation and assumption made in calculating returns is as follows:

The performance figures are a comparison of the growth/decline in NAV for the stipulated period taking into account all the distributions payable (if any) during the stipulated period:

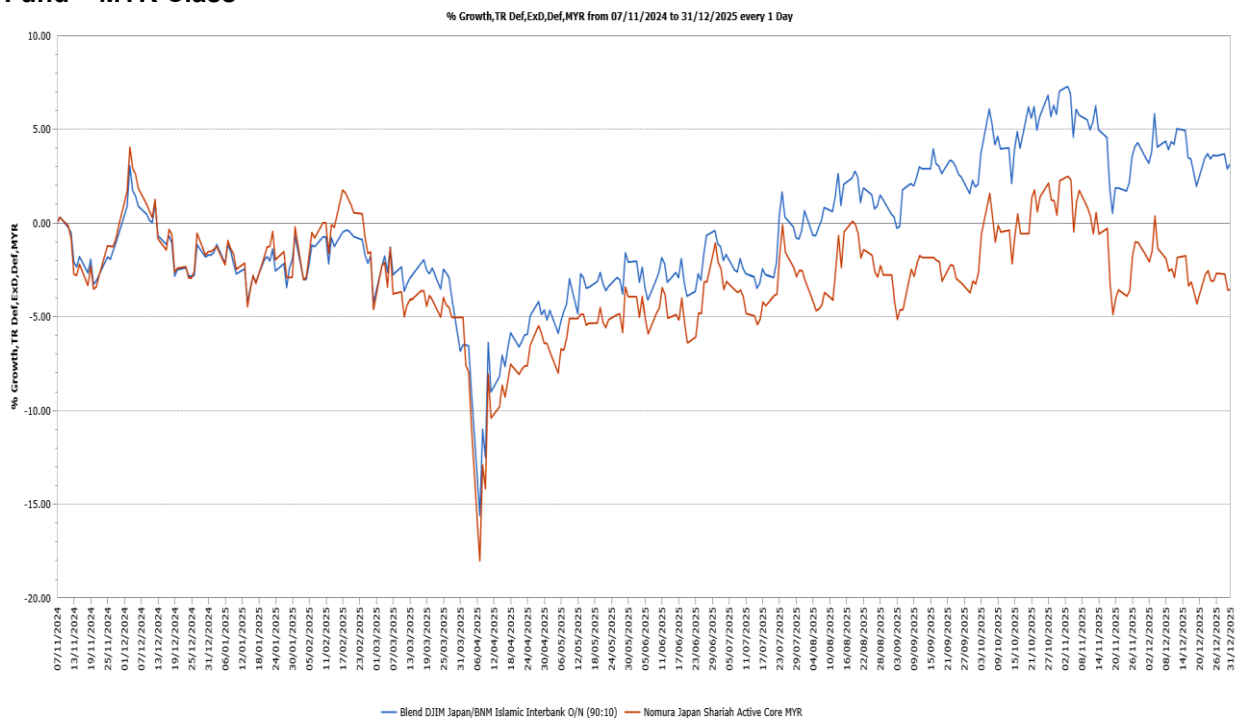
- **Capital Return** = {NAV per Unit End / NAV per Unit Beginning – 1} x 100
- **Income Return** = {Income Distribution per Unit / NAV per Unit Ex-Distribution} x 100
- **Total Return** = (1 + Percentage Growth)^{1/n} – 1

Past performance is not necessarily indicative of future performance and that unit prices and investment returns may go down, as well as up.

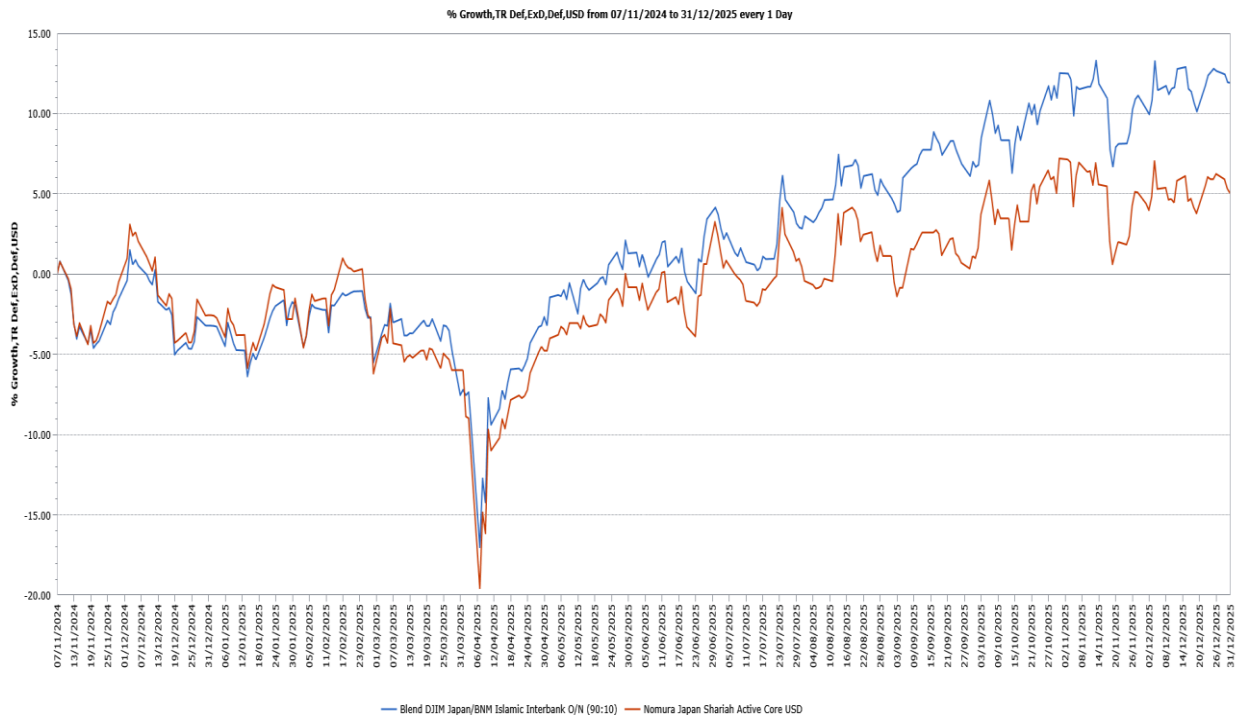
3. MANAGER'S REPORT

Performance of Nomura Japan Shariah Active Core Fund from 7 November 2024 to 31 December 2025

Fund – MYR Class



Fund – USD Class



Source: Lipper

3.1 Performance for the period from 1 July 2025 to 31 December 2025

Fund – MYR Class

For the period under review from 1 July 2025 to 31 December 2025, MYR Class has registered -2.51% return. Compared to the Benchmark return of 3.56%, MYR Class has underperformed the Benchmark by 6.07%. The Net Asset Value (NAV) per unit of MYR Class as at 30 June 2025 was RM 0.9885 compared to the NAV per unit as at 31 December 2025 of RM 0.9637. On the total NAV basis, MYR Class' NAV stood at RM 1.34 million as at 31 December 2025. During the period under review, MYR Class has not declared any income distribution.

Fund – USD Class

For the period under review from 1 July 2025 to 31 December 2025, USD Class has registered 1.74% return. Compared to the Benchmark return of 7.45%, USD Class has underperformed the Benchmark by 5.71%. The Net Asset Value (NAV) per unit of USD Class as at 30 June 2025 was USD 1.0315 compared to the NAV per unit as at 31 December 2025 of USD 1.0494. On the total NAV basis, USD Class' NAV stood at USD 2.19 million as at 31 December 2025. During the period under review, USD Class has not declared any income distribution.

3.2 Review of Market for the period from 1 July 2025 to 31 December 2025

From July through December, the Russell Nomura Total Growth Index rose 11.5%, while the Russell Nomura Total Value Index gained 30.7%. As a result, the market experienced a pronounced value-led rally, with the performance gap between value and growth widening to 19.2 percentage points, which was a headwind for the Fund.

During the period, the Japanese equity market was broadly firm: the TOPIX rose for six consecutive months and repeatedly reached new all-time highs.

Early in the second half (July – August), the market started lower amid caution over U.S. tariff policy and a deterioration in U.S. employment data. In July, while earnings from a major overseas semiconductor company were received positively, trading stayed largely range-bound due to political uncertainty ahead of the Upper House election. Later in the month, reports that Japan – U.S. tariff talks had resulted in an agreement to reduce the planned rate from 25% to 15% sparked gains led by auto-related stocks, and improved sentiment pushed the TOPIX to a temporary record high. In August, after an early decline, the market turned higher as major Japanese companies reported generally solid April – June results. In addition, the application of special measures viewed as easing Japan’s burden in tariff negotiations with the U.S., moves to postpone part of U.S. tariffs on China, and a retreat in U.S. inflation concerns provided support, and the TOPIX updated its all-time high. Toward month-end, the market briefly corrected on profit-taking, but remained resilient as expectations for U.S. rate cuts strengthened following remarks by the Fed Chair.

Mid-period (September – October), the uptrend continued. In September, concerns over tariffs eased after U.S. President Trump signed an executive order that included a reduction in additional auto tariff rates. In Japan, Prime Minister Ishiba’s indication of his intention to resign increased expectations for economic measures under the next administration. Furthermore, strong results from a major U.S. cloud company lifted expectations for earnings expansion among Japan’s semiconductor- and AI-related firms, and an FOMC rate cut was also welcomed, with both the TOPIX and the Nikkei 225 reaching record highs. Late in the month, the market temporarily adjusted after the Bank of Japan decided to sell ETF holdings. In October, equities began lower on reports about a potential U.S. government shutdown, but turned higher as Sanae Takaichi was elected as the new LDP president, raising expectations for expansionary fiscal policy, while yen depreciation also provided support. Mid-month, concerns about political management following changes in the coalition framework led to a decline at times; however, the market regained upward momentum after a coalition agreement was reached. Toward month-end, Japanese equities updated record highs and posted a sharp monthly gain, supported by U.S. rate cuts and a rise in U.S. technology stocks.

Toward year-end (November – December), the market maintained its upward bias, though it experienced fluctuations amid mixed factors. In November, equities fell at the start of the month due to profit-taking after October’s strong gains, but later turned higher, led by companies where solid July – September earnings were confirmed. The lifting of the U.S. government shutdown was also viewed positively, and the TOPIX continued to set new highs at times. On the other hand, concerns over large-scale AI-related investment and a deterioration in Japan – China relations weighed on the market at times. Late in the month, strong results from a major U.S. semiconductor company and strengthening expectations for U.S. rate cuts provided support, and the TOPIX ended the month higher. In December, the market started lower as comments by the BOJ Governor increased expectations of a rate hike. It then rose on expectations of Fed rate cuts and a broadening of buying into AI-related themes, including robotics, with the TOPIX again reaching an intramonth record high. After that, the market weakened at times amid concerns over large AI-related investment, but rebounded after the BOJ meeting: while a 0.25% rate hike was decided, the absence of a proactive stance toward additional hikes was welcomed. Toward month-end, reduced market participation led to less directional trading, but the TOPIX ended the month higher.

3.3 Investment Outlook

We believe the following items will be key factors influencing the future direction of the Japanese equity market.

- Whether expectations for Japan's economic growth will rise as a result of growth strategies and tax-cut measures if implemented under a Takaichi administration.
- Whether inflation in Japan will subside and real wage growth will turn positive.
- What kind of monetary policy the Bank of Japan will adopt in response to exchange-rate movements and domestic inflation trends.
- Whether U.S. monetary policy will shift away from the current phase of preemptive rate cuts.

With respect to this Fund, our investment policy remains unchanged: we focus on the fundamentals of individual companies and selectively invest in those with proprietary growth drivers, strong competitiveness, and the ability to sustain or improve ROE. While uncertainties such as those mentioned above exist, we will continue to concentrate on identifying companies that can deliver growth regardless of changes in the external environment.

At present, with the Japanese equity market trading at elevated levels and the possibility increasing that U.S. monetary policy may shift away from the preemptive rate-cut phase, we believe market participants are in a situation where they may be more inclined to adjust their positions in overheated AI- and semiconductor-related stocks. Meanwhile, as Japan's inflation trend shows signs of easing, if tax-cut measures are implemented under a Takaichi administration, an improvement in individuals' real income is expected; accordingly, we view domestic consumption-related growth stocks as relatively attractive.

3.4 Strategies Employed for the period from 1 July 2025 to 31 December 2025

The Fund's investment strategy has remained consistent since inception. Our investment philosophy is based on the belief that companies capable of maintaining or achieving high levels of ROE tend to deliver strong medium- to long term stock performance. Rather than attempting market timing, we conduct bottom-up fundamental analysis that comprehensively examines the competitive environment, company strengths, business growth prospects, and profitability improvement trends to select stocks.

During the period, we divested stocks such as Japan Steel Works, and Nittera Co., which were removed from our benchmark index. Conversely, we purchased stocks such as Micronics Japan Co., Hirose Electric, NOF Corp, Kandenko Co., and Hoshizaki Corp, which are expected to demonstrate medium- to long-term growth potential.

3.5 Asset Allocation

Asset Allocation / Portfolio Composition	31 December 2025	30 June 2025
Equities	98.78%	94.12%
Cash and Others	1.22%	5.88%
Total	100.00%	100.00%

There were no comparative figures on the Fund's asset allocation during the financial period under review.

3.6 Securities Lending or Repurchase Transactions

The Fund has not undertaken any securities lending or repurchase transactions during the financial period under review.

3.7 Income Distribution

The Fund did not declare any income during the financial period under review.

3.8 Details of Any Unit Split Exercise

There was no unit split exercise during the financial period under review.

3.9 Significant Changes in the State of Affairs of the Fund

There were no significant changes in the state of affairs of the Fund during the financial period under review.

3.10 Circumstances that Materially Affect Any Interest of Unit Holders

There were no circumstances that had materially affected the interest of the unit holders during the financial period under review.

3.11 Cross Trades Transactions

There were no cross trades conducted during the financial period under review.

3.12 Soft Commissions Received from Brokers

The Manager did not receive any soft commission during the financial period under review.

This Semi-Annual Report is prepared by the Manager of the Fund, Nomura Asset Management Malaysia Sdn. Bhd., for information purposes only. Past earnings of the Fund's distribution record is not a guarantee or reflection of the Fund's future earnings or future distributions. Investors are advised that unit prices, distributions payable and investment returns may go down, as well as up.

NOMURA JAPAN SHARIAH ACTIVE CORE FUND

SEMI-ANNUAL REPORT

FOR THE FINANCIAL PERIOD FROM 1 JULY 2025 TO 31 DECEMBER 2025
(UNAUDITED)

NOMURA JAPAN SHARIAH ACTIVE CORE FUND

SEMI-ANNUAL REPORT FOR THE FINANCIAL PERIOD FROM 1 JULY 2025 TO 31 DECEMBER 2025 (UNAUDITED)

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NOMURA JAPAN SHARIAH ACTIVE CORE FUND

STATEMENT OF COMPREHENSIVE INCOME
FOR THE FINANCIAL PERIOD FROM 1 JULY 2025 TO 31 DECEMBER 2025
(UNAUDITED)

	<u>Note</u>	<u>2025</u> USD
INVESTMENT INCOME		
Gross dividend income		23,804
Profit income from deposits with financial institution at amortised cost		255
Net gain on financial assets at fair value through profit or loss	7	74,883
Net loss on foreign currency exchanges		(11,344)
		<u>87,598</u>
EXPENSES		
Management fee	4	28,125
Trustee fee	5	1,445
Shariah Adviser's fee		1,561
Tax agent's fee		663
Transaction costs		2,311
Other expenses		6,142
		<u>40,247</u>
PROFIT BEFORE TAXATION		47,351
TAXATION	6	-
INCREASE IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		<u>47,351</u>
Increase in net assets attributable to unitholders is made up of the following:		
Realised amount		150,256
Unrealised amount		(102,905)
		<u>47,351</u>

The accompanying material accounting policy information and notes to the financial statements form an integral part of these unaudited financial statements.

NOMURA JAPAN SHARIAH ACTIVE CORE FUND

STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2025 (UNAUDITED)

	<u>Note</u>	<u>2025</u> <u>USD</u>
ASSETS		
Cash and cash equivalents	8	32,390
Financial assets at fair value through profit or loss	7	2,488,566
Dividends receivable		3,543
TOTAL ASSETS		<u>2,524,499</u>
LIABILITIES		
Amount due to Manager		
- management fee		3,900
Amount due to Trustee		249
Amount due to Shariah Adviser		342
Other payables and accruals		<u>827</u>
TOTAL LIABILITIES (EXCLUDING NET ASSETS ATTRIBUTABLE TO UNITHOLDERS)		<u>5,318</u>
NET ASSET VALUE OF THE FUND		<u>2,519,181</u>
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		<u>2,519,181</u>

The accompanying material accounting policy information and notes to the financial statements form an integral part of these unaudited financial statements.

NOMURA JAPAN SHARIAH ACTIVE CORE FUND

STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2025 (UNAUDITED) (CONTINUED)

	<u>Note</u>	<u>2025</u> <u>USD</u>
REPRESENTED BY:		
FAIR VALUE OF OUTSTANDING UNITS (USD)		
- MYR Class		329,785
- USD Class		2,189,396
		<u>2,519,181</u>
NUMBER OF UNITS IN CIRCULATION (UNITS)		
- MYR Class	9(a)	1,388,214
- USD Class	9(b)	2,086,272
		<u>3,474,486</u>
NET ASSET VALUE PER UNIT (USD)		
- MYR Class		0.2376
- USD Class		1.0494
		<u>1.0494</u>
NET ASSET VALUE PER UNIT IN RESPECTIVE CURRENCIES		
- MYR Class		0.9637
- USD Class		1.0494
		<u>1.0494</u>

The accompanying material accounting policy information and notes to the financial statements form an integral part of these unaudited financial statements.

NOMURA JAPAN SHARIAH ACTIVE CORE FUND

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS
FOR THE FINANCIAL PERIOD FROM 01 JULY 2025 TO 31 DECEMBER 2025 (UNAUDITED)

	<u>2025</u> USD
Net assets attributable to unitholders at the beginning of financial period	3,366,428
Movement due to units created and cancelled during the financial period	
Creation of units arising from applications	
- MYR Class	180,129
- USD Class	97,238
	277,367
Cancellation of units	
- MYR Class	(1,150,569)
- USD Class	(21,396)
	(1,171,965)
Increase in net assets attributable to unitholders during the financial period	47,351
Net assets attributable to unitholders at the end of financial period	2,519,181

The accompanying material accounting policy information and notes to the financial statements form an integral part of these unaudited financial statements.

NOMURA JAPAN SHARIAH ACTIVE CORE FUND

STATEMENT OF CASH FLOWS
FOR THE FINANCIAL PERIOD FROM 01 JULY 2025 TO 31 DECEMBER 2025 (UNAUDITED)

	<u>Note</u>	<u>2025</u> <u>USD</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Proceeds from sale of Shariah-compliant investments		2,012,968
Profit income received		255
Purchase of Shariah-compliant investments		(1,230,335)
Dividend received		20,634
Management fee paid		(29,010)
Trustee's fee paid		(1,276)
Shariah adviser's fee paid		(1,219)
Payment for other fees and expenses		(1,609)
Net realised loss on foreign currency exchange		(7,985)
Net cash generated from operating activities		<u>762,425</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from creation of units		277,367
Payments for cancellation of units		(1,173,676)
Net cash used in financing activities		<u>(896,309)</u>
NET DECREASE IN CASH AND CASH EQUIVALENTS		(133,886)
EFFECTS OF FOREIGN CURRENCY EXCHANGE		(3,359)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL PERIOD		<u>169,635</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL PERIOD	8	<u><u>32,390</u></u>

The accompanying material accounting policy information and notes to the financial statements form an integral part of these unaudited financial statements.

NOMURA JAPAN SHARIAH ACTIVE CORE FUND

MATERIAL ACCOUNTING POLICY INFORMATION FOR THE FINANCIAL PERIOD FROM 01 JULY 2025 TO 31 DECEMBER 2025 (UNAUDITED)

The following accounting policies have been used in dealing with items which are considered material in relation to the financial statements.

A BASIS OF PREPARATION OF THE FINANCIAL STATEMENTS

The financial statements have been prepared in accordance with the Malaysian Financial Reporting Standards (“MFRS”) and International Financial Reporting Standards. The financial statements have been prepared under the historical cost convention, as modified by the revaluation of financial assets and financial liabilities (including derivative financial instruments) at fair value through profit or loss.

The preparation of financial statements in conformity with the MFRS and International Financial Reporting Standards requires the use of certain critical accounting estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reported financial period. It also requires the Manager to exercise their judgement in the process of applying the Fund’s accounting policies. Although these estimates and judgement are based on the Manager’s best knowledge of current events and actions, actual results may differ.

The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements are disclosed in Note K to the financial statements.

- (i) Standards, amendments to published standards and interpretations that are applicable and effective:

There are no standards, amendments to standards or interpretations that are applicable and effective for annual periods beginning on 1 July 2025 that have a material effect on the financial statements of the Fund.

- (ii) Standards and amendments that have been issued that are applicable to the Fund but not yet effective:

- Amendments to MFRS 9 and MFRS 7 ‘Amendments to the Classification and Measurement of Financial Instruments’ (effective 1 January 2026):
 - The amendments clarify that financial assets are derecognised when the rights to the cash flows expire or when the asset is transferred, and financial liabilities are derecognised at the settlement date (i.e. when the liability is extinguished or qualifies for derecognition).
 - There is an optional exception to derecognise a financial liability at a date earlier than the settlement date if the cash transfer takes place through an electronic payment system, provided that all the specified criteria are met;
 - The amendments also clarify and add further guidance for assessing whether a financial asset meets the solely payments of principal and interest (“SPPI”) criterion;
 - There are additional new disclosures for certain instruments with contractual terms that can change cash flows (such as some financial instruments with features linked to the achievement of environment, social and governance targets); and
 - The amendments update the disclosures for equity instruments designated at fair value through other comprehensive income (“FVOCI”).

NOMURA JAPAN SHARIAH ACTIVE CORE FUND

MATERIAL ACCOUNTING POLICY INFORMATION FOR THE FINANCIAL PERIOD FROM 01 JULY 2025 TO 31 DECEMBER 2025 (UNAUDITED)

A BASIS OF PREPARATION OF THE FINANCIAL STATEMENTS (CONTINUED)

- (ii) Standards and amendments that have been issued that are applicable to the Fund but not yet effective: (continued)
- MFRS 18 'Presentation and Disclosure in Financial Statements' (effective 1 January 2027) replaces MFRS 101 'Presentation of Financial Statements'.
 - The new MFRS introduces a new structure of profit or loss statement.
 - (a) Income and expenses are classified into 3 new main categories:
 - i. Operating category which typically includes results from the main business activities;
 - ii. Investing category that presents the results of investments in associates and joint ventures and other assets that generate a return largely independently of other resources; and
 - iii. Financing category that presents income and expenses from financing liabilities.
 - (b) Entities are required to present two new specified subtotals: 'Operating profit or loss' and 'Profit or loss before financing and income taxes'.
 - Management-defined performance measures are disclosed in a single note and reconciled to the most similar specified subtotal in MFRS Accounting Standards.
 - Changes to the guidance on aggregation and disaggregation which focus on grouping items based on their shared characteristics.

The Fund is currently still assessing the effect of the above standards and amendments. No other new standards or amendments to standards are expected to have a material effect on the financial statements of the Fund.

B INCOME RECOGNITION

Dividend income from quoted Shariah-compliant investments scheme are recognised when the Fund's right to receive payment is established. Dividend income is received from financial assets measured at FVTPL.

Realised gain or loss on sale of quoted Shariah-compliant investments are accounted for as the difference between the net disposal proceeds and the carrying amount of the Shariah-compliant investments, determined on a weighted average cost basis.

C TAXATION

Current tax expense is determined according to the Malaysian tax laws at the current rate based upon the taxable profits earned during the financial period.

Tax on Shariah-compliant investment income from foreign quoted Shariah-compliant investments is based on the tax regime of the respective countries that the Fund invests in.

NOMURA JAPAN SHARIAH ACTIVE CORE FUND

MATERIAL ACCOUNTING POLICY INFORMATION FOR THE FINANCIAL PERIOD FROM 01 JULY 2025 TO 31 DECEMBER 2025 (UNAUDITED) (CONTINUED)

D FUNCTIONAL AND PRESENTATION CURRENCY

Items included in the financial statements of the Fund are measured using the currency of the primary economic environment in which the Fund operates (the “functional currency”). The financial statements are presented in United States Dollar (“USD”), which is the Fund’s functional and presentation currency.

Due to mixed factors in determining the functional currency of the Fund, the Manager has used its judgment to determine the functional currency that most faithfully represents the economic effects of the underlying transactions, events and conditions and have determined the functional currency to be in USD primarily due to the following factors:

- (i) Part of the Fund’s cash is denominated in USD for the purpose of making settlement of foreign trades and expenses.
- (ii) Significant portion of the Fund’s expenses are denominated in USD.

E FOREIGN CURRENCY TRANSLATION

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions or valuation where items are re-measured. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at period-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in statement of comprehensive income, except when deferred in other comprehensive income as qualifying cash flow hedges.

F FINANCIAL ASSETS AND FINANCIAL LIABILITIES

- (i) Classification

The Fund classifies its financial assets in the following measurement categories:

- those to be measured at fair value through profit or loss, and
- those to be measured at amortised cost

The Fund classifies its Shariah-compliant investments based on both the Fund’s business model for managing those financial assets and the contractual cash flow characteristics of the financial assets. The portfolio of financial assets is managed and performance is evaluated on a fair value basis. The Fund is primarily focused on fair value information and uses that information to assess the assets’ performance and to make decisions. The contractual cash flows of the Fund’s sukuk are solely principal and profit. However, these Shariah-compliant securities are neither held for the purpose of collecting contractual cash flows nor held both for collecting contractual cash flows and for sale. The collection of contractual cash flows is only incidental to achieving the Fund’s business model’s objective. Consequently, all investments are measured at fair value through profit or loss.

The Fund classifies cash and cash equivalents and dividends receivable as financial assets measured at amortised cost as these financial assets are held to collect contractual cash flows consisting of the amount outstanding.

The Fund classifies amount due to Manager, amount due to Trustee, amount due to Shariah Adviser and other payables and accruals as financial liabilities measured at amortised cost.

NOMURA JAPAN SHARIAH ACTIVE CORE FUND

MATERIAL ACCOUNTING POLICY INFORMATION FOR THE FINANCIAL PERIOD FROM 01 JULY 2025 TO 31 DECEMBER 2025 (UNAUDITED) (CONTINUED)

F FINANCIAL ASSETS AND FINANCIAL LIABILITIES (CONTINUED)

(ii) Recognition and measurement

Regular purchases and sales of financial assets are recognised on the trade date, the date on which the Fund commits to purchase or sell the asset. Shariah-compliant investments are initially recognised at fair value. Subsequent to initial recognition, financial assets at fair value through profit or loss are measured at fair value.

Financial liabilities are recognised in the statement of financial position when, and only when, the Fund becomes a party to the contractual provisions of the Shariah-compliant financial instrument.

Financial assets are derecognised when the rights to receive cash flows from the Shariah-compliant investments have expired or have been transferred and the Fund has transferred substantially all risks and rewards of ownership.

Financial liabilities are derecognised when it is extinguished, i.e. when the obligation specified in the contract is discharged or cancelled or expired.

Unrealised gains or losses arising from changes in the fair value of the 'financial assets at fair value through profit or loss are presented in the statement of comprehensive income within net gain or loss on financial assets at fair value through profit or loss in the financial period which they arise.

Gross dividend income from financial assets at fair value through profit or loss is recognised in the statement of comprehensive income as part of dividend income when the Fund's right to receive payments is established.

Quoted Shariah-compliant investments is initially recognised at fair value and subsequently re-measured at fair value based on the market price quoted on the relevant stock exchanges at the close of the business on the valuation day, where the close price falls within the bid-ask spread. In circumstances where the close price is not within the bid-ask spread, the Manager will determine the point within the bid-ask spread that is most representative of the fair value.

If a valuation based on the market price does not represent the fair value of the quoted Shariah-compliant investment, for example during abnormal market conditions or when no market price is available, including in the event of a suspension in the quotation of the Shariah-compliant securities for a period exceeding 14 days, or such shorter period as agreed by the Trustee, then the quoted Shariah-compliant securities are valued as determined in good faith by the Manager, based on the methods or bases approved by the Trustee after appropriate technical consultation.

Financial assets at amortised cost and other financial liabilities are subsequently carried at amortised cost using the effective profit method.

NOMURA JAPAN SHARIAH ACTIVE CORE FUND

MATERIAL ACCOUNTING POLICY INFORMATION FOR THE FINANCIAL PERIOD FROM 01 JULY 2025 TO 31 DECEMBER 2025 (UNAUDITED) (CONTINUED)

F FINANCIAL ASSETS AND FINANCIAL LIABILITIES (CONTINUED)

(iii) Impairment

The Fund measures credit risk and expected credit losses (“ECL”) using probability of default, exposure at default and loss given default. The Manager considers both historical analysis and forward looking information in determining any ECL. Management considers the probability of default to be close to zero as these Shariah-compliant instruments have a low risk of default and the counterparties have a strong capacity to meet their contractual obligations in the near term. As a result, no loss allowance has been recognized based on 12 month expected credit losses as any such impairment would be wholly insignificant to the Fund.

Significant increase in credit risk

A significant increase in credit risk is defined by management as any contractual payment which is more than 30 days past due.

Definition of default and credit-impaired financial assets

Any contractual payment which is more than 90 days past due is considered credit impaired.

Write-off

The Fund writes off financial assets, in whole or in part, when it has exhausted all practical recovery efforts and has concluded there is no reasonable expectation of recovery. The assessment of no reasonable expectation of recovery is based on unavailability of debtor’s sources of income or assets to generate sufficient future cash flows to repay the amount. The Fund may write-off financial assets that are still subject to enforcement activity. Subsequent recoveries of amounts previously written off will result in impairment gains. There are no write-offs/recoveries during the financial period.

G CASH AND CASH EQUIVALENTS

For the purpose of statement of cash flows, cash and cash equivalents comprise cash and bank balance and Islamic deposits with licensed financial institutions that is readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

H AMOUNT DUE FROM/(TO) BROKERS

Amount due from/to broker represent receivables for Shariah-compliant securities sold and payables for Shariah-compliant securities purchased that have been contracted for but not yet settled or delivered on the statement of financial position date respectively.

These amounts are recognised initially at fair value and subsequently measured at amortised cost. At each reporting date, the Fund shall measure the loss allowance on amounts due from broker at an amount equal to the lifetime expected credit losses if the credit risk has increased significantly since initial recognition. If, at the reporting date, the credit risk has not increased significantly since initial recognition, the Fund shall measure the loss allowance at an amount equal to 12-month expected credit losses. Significant financial difficulties of the broker, probability that the broker will enter bankruptcy or financial reorganisation, and default in payments are all considered indicators that a loss allowance may be required.

Any contractual payment which is more than 90 days past due is considered credit impaired.

NOMURA JAPAN SHARIAH ACTIVE CORE FUND

MATERIAL ACCOUNTING POLICY INFORMATION FOR THE FINANCIAL PERIOD FROM 01 JULY 2025 TO 31 DECEMBER 2025 (UNAUDITED) (CONTINUED)

I CREATION AND CANCELLATION OF UNITS

The unitholders' contributions to the Fund meet the definition of puttable instruments classified as financial liability under MFRS 132 "Financial Instruments: Presentation".

The Fund issues cancellable units, in two classes of units, known respectively as the MYR Class and USD Class which are cancelled at the unitholders' option and do not have identical features subject to restrictions as stipulated in the Prospectus and Securities Commission's ("SC") Guidelines on Unit Trust Fund. The units are classified as financial liabilities.

Cancellable units can be put back to the Fund at any time for cash equal to a proportionate share of the Fund's net asset value ("NAV") of respective classes. The outstanding units are carried at the redemption amount that is payable at the date of the statement of financial position if the unitholders exercises the right to put the unit back to the Fund.

Units are created and cancelled at the unitholder's option at prices based on the Fund's NAV per unit of respective classes at the close of business on the relevant dealing day. The Fund's NAV per unit of respective classes is calculated by dividing the net asset attributable to unitholders of respective classes with the total number of outstanding units of respective classes.

J INCREASE/(DECREASE) IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

Income not distributed is included in net assets attributable to unitholders.

K CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS IN APPLYING ACCOUNTING POLICIES

The Fund makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, rarely equal the related actual results. To enhance the information contents on the estimates, certain key variables that are anticipated to have material impacts to the Fund's results and financial position are tested for sensitivity to changes in the underlying parameters.

Estimates and judgments are continually evaluated by the Manager and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

However, the Manager is of the opinion that there are no accounting policies which require significant judgment to be exercised.

L REALISED AND UNREALISED PORTIONS OF INCREASE OR DECREASE IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

The analysis of realised and unrealised amount in increase or decrease in net assets attributable to unitholders as presented on the statement of comprehensive income is prepared in accordance with SC's Guidelines on Unit Trust Funds.

NOMURA JAPAN SHARIAH ACTIVE CORE FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 01 JULY 2025 TO 31 DECEMBER 2025 (UNAUDITED)

1 INFORMATION ON THE FUND

Nomura Japan Shariah Active Core Fund (“the Fund”) was constituted pursuant to the execution of a Deed (“the Deed”) dated 19 June 2024 entered into between Nomura Asset Management Malaysia Sdn Bhd (“the Manager”) and SCBMB Trustee Berhad (“the Trustee”).

The Fund was launched on 17 October 2024 and will continue its operations until terminated by the Manager or the Trustee as provided under Clause 12 of the Deed.

The Fund may invest in any of the following assets, subject to the Deeds, the Fund’s objective, the Guidelines, the requirements of the SC and all relevant laws:

- (a) Shariah-compliant equities and Shariah-compliant equity-related securities;
- (b) Islamic money market instruments;
- (c) Islamic deposits with financial institutions;
- (d) Islamic derivatives for hedging purposes;
- (e) units or shares in Islamic collective investment schemes; and
- (f) any other form of Shariah-compliant investments as may be permitted by the SC from time to time that is in line with the Fund’s objective.

All investments will be subjected to the SC’s Guidelines on Unit Trust Funds, the Deed and the objective of the Fund.

The Fund aims to achieve long-term capital growth.

The Manager is a company incorporated in Malaysia. The principal activities of the Manager are establishment and management of unit trust funds and asset management including providing fund management services to private clients.

2 FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVES AND POLICIES

Financial instruments are as follows:

	At amortised cost	At fair value through profit or loss	Total
	USD	USD	USD
2025			
<u>Financial assets</u>			
Cash and cash equivalents	32,390	-	32,390
Financial assets at fair value through profit or loss (“FVTPL”)	-	2,488,566	2,488,566
Dividends receivable	3,543	-	3,543
	<u>35,933</u>	<u>2,488,566</u>	<u>2,524,499</u>

NOMURA JAPAN SHARIAH ACTIVE CORE FUND

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD FROM 01 JULY 2025 TO 31 DECEMBER 2025
(UNAUDITED) (CONTINUED)

2 FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

Financial instruments are as follows: (continued)

	At amortised cost	At fair value through profit or loss	Total
	USD	USD	USD
<u>2025</u> (continued)			
<u>Financial liabilities</u>			
Amount due to Manager			
- management fee	3,900	-	3,900
Amount due to Trustee	249	-	249
Amount due to Shariah Adviser	342	-	342
Other payables and accruals	827	-	827
	<u>5,318</u>	<u>-</u>	<u>5,318</u>

The Fund is exposed to a variety of risks which include market risk (inclusive of price risk, interest rate risk and currency risk), liquidity risk, credit risk, capital risk, country risk and fund management risk.

Financial risk management is carried out through internal control processes adopted by the Manager and adherence to the investment restrictions as stipulated by the SC's Guidelines on Unit Trust Funds.

Market risk

(a) Price risk

Price risk is the risk that the fair value of an investment of the Fund will fluctuate because of changes in market prices (other than those arising from currency risk).

The Fund's overall exposure to price risk was as follows:

	<u>2025</u>
	USD
<u>Financial assets at fair value through profit or loss:</u>	
Quoted Shariah-compliant equity securities	<u>2,488,566</u>

The table below summarises the sensitivity of the Fund's NAV and profit after tax to movements in prices of Shariah-compliant investments. The analysis is based on the assumptions that the price of the investments fluctuates by 5% with all other variables held constant.

NOMURA JAPAN SHARIAH ACTIVE CORE FUND

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD FROM 01 JULY 2025 TO 31 DECEMBER 2025
(UNAUDITED) (CONTINUED)

2 FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

Market risk (continued)

(a) Price risk (continued)

<u>% Change in price</u>	<u>Market value</u> USD	Impact on profit after <u>tax/NAV</u> USD
<u>2025</u>		
-5%	2,364,138	(124,428)
0%	2,488,566	-
+5%	2,612,994	124,428
	<u><u> </u></u>	<u><u> </u></u>

(b) Interest rate risk

Interest rate risk is the risk that the value of the Fund's Shariah-compliant investments and its return will fluctuate because of changes in interest rates.

Interest rate is a general economic indicator that will have an impact on the management of the Fund. The Fund's exposure to the interest rate risk is mainly confined to short-term placements with licensed financial institutions. The Manager overcomes the exposure by way of maintaining Islamic deposits on short term basis.

The Fund have no investment in deposits with licensed financial institutions for the financial period. Therefore, the Fund is not expose to interest rate risk.

NOMURA JAPAN SHARIAH ACTIVE CORE FUND

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD FROM 01 JULY 2025 TO 31 DECEMBER 2025
(UNAUDITED) (CONTINUED)

2 FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

Market risk (continued)

(c) Currency risk

Currency risk is associated with investments denominated in foreign currencies. When the foreign currencies fluctuate in an unfavourable movement against United States Dollar, the investments will face currency losses in addition to the capital gain/(loss). The Manager will evaluate the likely directions of a foreign currency versus United States Dollar based on considerations of economic fundamentals such as profit rate differentials, balance of payments position, debt levels and technical chart considerations.

The following table sets out the foreign currency risk concentrations and counterparties of the Fund:

	Financial assets at fair value through <u>profit or loss</u> USD	Cash and cash <u>equivalents</u> USD	Other <u>assets*</u> USD	<u>Total</u> USD
<u>2025</u>				
<u>Financial assets</u>				
Japanese Yen	2,488,566	17,048	3,543	2,509,157
Malaysian Ringgit	-	15,342	-	15,342
	<u>2,488,566</u>	<u>32,390</u>	<u>3,543</u>	<u>2,524,499</u>
		Other	Net assets	
		<u>liabilities</u>	attributable to	
<u>Financial liabilities</u>		USD	unitholders	<u>Total</u>
Malaysian Ringgit		-	329,785	329,785
		<u>-</u>	<u>329,785</u>	<u>329,785</u>

NOMURA JAPAN SHARIAH ACTIVE CORE FUND

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD FROM 01 JULY 2025 TO 31 DECEMBER 2025
(UNAUDITED) (CONTINUED)

2 FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

Market risk (continued)

(c) Currency risk (continued)

The table below summarises the sensitivity of the Fund's profit after tax and NAV to changes in foreign exchange movements. The analysis is based on the assumption that the foreign exchange rate changes by 5% with all other variable held constant. This represents management's best estimate of a reasonable possible shift in the foreign exchange rate, having regard to historical volatility of this rate. Any appreciation/(depreciation) in foreign exchange rate relative to USD will result in a corresponding increase/(decrease) in the net assets attributable to unitholders by each currency's respective historical volatility. Disclosures below are shown in absolute terms, changes and impacts could be positive or negative.

	Change in foreign exchange rate %	Impact on profit after taxation/NAV USD
<u>2025</u>		
Japanese Yen	5	125,458
Malaysian Ringgit	5	(15,722)

*Other assets consist of dividend receivable.

Credit risk

Credit risk refers to the ability of an issuer or a counter party to make timely payments of profit or principals payment on the maturity date. This may lead to a default in the payment of principal and profit and ultimately a reduction in the value of the Fund. In the case of the Fund, the Manager will endeavor to minimise the risk by selecting only licensed financial institutions with acceptable credit ratings.

Credit risk arising from bank balances is managed by ensuring they are held by parties with credit rating of AA or higher.

For amount due from brokers, the settlement terms are governed by the relevant rules and regulations as prescribed by the respective foreign stock exchanges. The credit risk is minimal as all transactions in quoted Shariah-compliant investments are settle/paid upon delivery using approved brokers.

The following table sets out the credit risk concentration of the Fund:

	Cash and cash equivalents USD	Other assets* USD	Total USD
<u>As at 31.12.2025</u>			
Financial Services			
- AAA	32,390	-	32,390
Others			
- Not Rated ("NR")	-	3,543	3,543
	<u>32,390</u>	<u>3,543</u>	<u>35,933</u>

*Other assets consist of dividend receivable.

NOMURA JAPAN SHARIAH ACTIVE CORE FUND

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD FROM 01 JULY 2025 TO 31 DECEMBER 2025
(UNAUDITED) (CONTINUED)

2 FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

Liquidity risk

The Fund maintains sufficient level of liquid assets, after consultation with the Trustee, to meet anticipated payments and cancellation of units by the unitholders. Liquid assets comprise cash, deposits with licensed financial institutions and other instruments which are capable of being converted into cash within 7 days. The Fund aims to reduce its liquidity risk by maintaining a prudent level of liquid assets.

The table below summarises the Fund's financial liabilities into relevant maturity groupings based on the remaining period as at the statement of financial position date to the contractual maturity date. The amounts in the table are the contractual undiscounted cash flows.

	Within 1 month <u>USD</u>	Between 1 month to 1 year <u>USD</u>	<u>Total USD</u>
<u>2025</u>			
Amount due to Manager			
- management fee	3,900	-	3,900
Amount due to Trustee	249	-	249
Amount due to Shariah Adviser	-	342	342
Other payables and accruals	-	827	827
Net assets attributable to unitholders*	<u>2,519,181</u>	<u>-</u>	<u>2,519,181</u>
	<u>2,523,330</u>	<u>1,169</u>	<u>2,524,499</u>

* Outstanding units are redeemed on demand at the unitholders' option. However, the Manager does not envisage that the contractual maturity disclosed in the table above will be representative of the actual cash outflows, as unitholders of these instruments typically retain them for the medium to long term.

Capital risk

The capital of the Fund is represented by net assets attributable to unitholders of USD2,519,181. The amount of net assets attributable to unitholders can change significantly on a daily basis as the Fund is subject to daily subscriptions and redemptions at the discretion of unitholders. The Fund's objective when managing capital is to safeguard the Fund's ability to continue as a going concern in order to provide returns for unitholders and benefits for other stakeholders and to maintain a strong capital base to support the development of the investment activities of the Fund.

Country Risk

The risk of price fluctuation in foreign securities may arise due to political, financial and economic events in foreign countries. If this occurs, there is possibility that the NAV of the Fund may be adversely affected.

NOMURA JAPAN SHARIAH ACTIVE CORE FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 01 JULY 2025 TO 31 DECEMBER 2025 (UNAUDITED) (CONTINUED)

2 FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

Fund management risk

There is the risk that the management company may not adhere to the investment mandate of the respective fund. With close monitoring by various relevant internal parties, investment management system being incorporated with limits and controls, and regular reporting to the senior management team, the management company is able to manage such risk. The Trustee has an oversight function over management of the Fund by the management company to safeguard the interests of the unitholders.

3 FAIR VALUE ESTIMATION

Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date (i.e. an exit price).

The fair value of financial assets and liabilities traded in an active market (such as publicly traded Islamic derivatives and Shariah-compliant securities) are based on quoted market prices at the close of trading on the period end date.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

The fair value of financial assets and liabilities that are not traded in an active market is determined by using valuation techniques. The Fund uses a variety of methods and makes assumptions that are based on market conditions existing at each period end date. Valuation techniques used for non-standardised Shariah-compliant financial instruments such as Islamic options, Islamic currency swaps and other over-the-counter Islamic derivatives, include the use of comparable recent arm's length transactions, reference to other Shariah-compliant instruments that are substantially the same, discounted cash flow analysis, option pricing models and other valuation techniques commonly used by market participants making the maximum use of market inputs and relying as little as possible on entity-specific inputs.

The fair values are based on the following methodology and assumptions:

- (i) The carrying value is a reasonable estimate of fair value for cash and cash equivalent.
- (ii) The carrying value less impairment provision of receivables and payables are assumed to approximate their fair values. The carrying value of the financial assets and financial liabilities approximate their fair value due to their short term nature.

Valuations are therefore adjusted, where appropriate, to allow for additional factors including model risk, liquidity risk and counterparty risk.

NOMURA JAPAN SHARIAH ACTIVE CORE FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 01 JULY 2025 TO 31 DECEMBER 2025 (UNAUDITED) (CONTINUED)

3 FAIR VALUE ESTIMATION (CONTINUED)

Fair value hierarchy

The Fund adopted MFRS 13 "Fair Value Measurement" in respect of disclosures about the degree of reliability of fair value measurement. This requires the Fund to classify fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Level 1: Quoted prices (unadjusted) in active market for identical assets or liabilities.
- Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices).
- Level 3: Inputs for the asset and liability that are not based on observable market data (that is, unobservable inputs).

The level in the fair value hierarchy within which the fair value measurement is categorised in its entirety is determined on the basis of the lowest level input that is significant to the fair value measurement in its entirety. For this purpose, the significance of an input is assessed against the fair value measurement in its entirety. If a fair value measurement uses observable inputs that require significant adjustment based on unobservable inputs, that measurement is a Level 3 measurement.

Assessing the significance of a particular input to the fair value measurement in its entirety requires judgement, considering factors specific to the asset or liability.

The determination of what constitutes 'observable' requires significant judgement by the Fund. The Fund considers observable data to be that market data that is readily available, regularly distributed or updated, reliable and verifiable, not proprietary, and provided by independent sources that are actively involved in the relevant market.

The following table analyses within the fair value hierarchy the Fund's financial assets (by class) measured at fair value:

	<u>Level 1</u> USD	<u>Level 2</u> USD	<u>Level 3</u> USD	<u>Total</u> USD
<u>2025</u>				
Financial assets at fair value through profit or loss:				
- Quoted Shariah-compliant equity securities	2,488,566	-	-	2,488,566
	<u>2,488,566</u>	<u>-</u>	<u>-</u>	<u>2,488,566</u>

NOMURA JAPAN SHARIAH ACTIVE CORE FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 01 JULY 2025 TO 31 DECEMBER 2025 (UNAUDITED) (CONTINUED)

3 FAIR VALUE ESTIMATION (CONTINUED)

Fair value hierarchy (continued)

Investments whose values are based on quoted market prices in active markets, and are therefore classified within Level 1, including active listed equities. The Fund does not adjust the quoted prices for these instruments.

The carrying values of financial assets (other than financial assets at FVTPL) and financial liabilities (other than Islamic forward foreign currency contracts) are reasonable approximation of the fair value due to their short-term nature.

4 MANAGEMENT FEE

In accordance with the Deed, the Manager is entitled to a management fee at a rate not exceeding 3.00% per annum of the NAV of each Class of the Fund, calculated and accrued on a daily basis.

For the financial period from 1 July 2025 to 31 December 2025, the management fee is recognised at a rate of 1.80% per annum of the NAV for MYR Class and 1.80% per annum of the NAV for USD Class, calculated on a daily basis for the financial period.

The audit fee and fund accounting fee are borne by the Fund Manager for the financial period from 01 July 2025 to 31 December 2025.

There will be no further liability to the Manager in respect of management fee other than the amounts recognised above.

5 TRUSTEE FEE

In accordance with the Deed, the Trustee is entitled to an annual fee at a rate not exceeding 0.10% per annum of the NAV of each Class of the Fund but subject to a minimum fee of RM12,000 (equivalent to: USD2,959) per annum (including local custodian fees and expenses but excluding foreign custodian fees and charges).

For the financial period from 01 July 2025 to 31 December 2025, the Trustee fee is recognised at a rate of 0.03% per annum on the NAV of each class of the Fund (including local custodian fees and expenses but excluding foreign custodian fees and charges) calculated on a daily basis for the financial period, subject to a minimum fee of RM12,000 (equivalent to: USD2,959) per annum.

There will be no further liability to the Trustee in respect of Trustee fee other than the amounts recognised above.

NOMURA JAPAN SHARIAH ACTIVE CORE FUND

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD FROM 01 JULY 2025 TO 31 DECEMBER 2025
(UNAUDITED) (CONTINUED)

6 TAXATION

2025
USD

Tax charge for the financial period:
Current taxation -

The numerical reconciliation between profit before taxation multiplied by the Malaysian statutory tax rate and tax expense of the Fund is as follows:

	<u>2025</u> USD
Net income before taxation	<u>47,351</u>
Taxation at Malaysian statutory rate of 24%	11,364
Tax effects of:	
Investment income not subject to tax	(21,024)
Expenses not deductible for tax purposes	2,910
Restriction on tax deductible expenses for Unit Trust Funds	<u>6,750</u>
Tax expense	<u><u>-</u></u>

7 FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

2025
USD

Financial assets at fair value through profit or loss:
- Quoted Shariah-compliant equity securities 2,488,566

2025
USD

Net gain on financial assets at fair value through profit or loss:	
- Realised gain on sale of Shariah-compliant investments	174,430
- Unrealised loss on changes in fair value	<u>(99,547)</u>
	<u><u>74,883</u></u>

NOMURA JAPAN SHARIAH ACTIVE CORE FUND

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD FROM 01 JULY 2025 TO 31 DECEMBER 2025
(UNAUDITED) (CONTINUED)

7 FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

Quoted Shariah-compliant equity securities as at 31 December 2025 are as follows:

<u>Name of Security</u>	<u>Quantity</u> Units	Aggregate <u>Cost</u> USD	<u>Fair value</u> USD	Percentage <u>of NAV</u> %
Apparel & Textile				
Fast Retailing Co Ltd	500	166,946	181,650	7.21
Capital Goods				
Daikin Industries Ltd	900	107,602	115,307	4.56
Ebara Corp - Npv	600	9,884	14,103	0.56
Hitachi Ltd	6,100	158,293	190,788	7.57
Hoshizaki Corp	900	34,438	29,935	1.19
Kandenko Co Ltd - Npv	1,000	27,526	32,081	1.27
Sanwa Holdings Corp	2,100	63,601	54,654	2.17
Sho-Bond Holdings Co Ltd	3,200	26,155	27,032	1.07
	14,800	427,499	463,900	18.41
Chemicals				
Shin-Etsu Chemical Co Ltd	3,600	120,383	111,930	4.44
Consumer Discretionary				
Pan Pacific International Holdings Corp	17,400	91,521	103,503	4.11
Sanrio Co Ltd	1,800	73,828	56,470	2.24
	19,200	165,348	159,973	6.35
Consumer Durables & Apparel				
Asics Corporation	3,700	78,969	88,646	3.52
Consumer Staples				
Kobe Bussan Co Ltd	800	18,393	19,345	0.77
Health Care Equipment & Services				
Asahi Intecc Co Ltd	3,000	49,945	56,227	2.23
Hoya Corp	900	119,788	136,008	5.40
Sysmex Corp	300	5,125	2,952	0.12
Terumo Corp	2,800	53,735	40,554	1.61
	7,000	228,593	235,741	9.36
Household & Personal Products				
Lion Corp - Npv	3,900	41,928	41,033	1.63
Industrials				
Fanuc Corporation	1,900	54,748	73,755	2.93
Recruit Holdings Co Ltd	2,700	160,338	152,408	6.05
	4,600	215,086	226,163	8.98
Investment Funds				
Toyo Suisan Kaisha Ltd	500	31,093	34,295	1.36

NOMURA JAPAN SHARIAH ACTIVE CORE FUND

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD FROM 01 JULY 2025 TO 31 DECEMBER 2025
(UNAUDITED) (CONTINUED)

7 FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

Quoted Shariah-compliant equity securities as at 31 December 2025 are as follows: (continued)

<u>Name of Security</u>	<u>Quantity</u> Units	<u>Aggregate</u> <u>Cost</u> USD	<u>Fair value</u> USD	<u>Percentage</u> <u>of NAV</u> %
Materials				
Nissan Chemical Corp	1,000	34,451	34,218	1.36
NOF Corp – NPV	2,100	38,079	40,344	1.60
	<u>3,100</u>	<u>72,530</u>	<u>74,562</u>	<u>2.96</u>
Pharmaceuticals, Biotechnology & Life Sciences				
Chugai Pharmaceutical Co Ltd	1,300	65,072	68,372	2.71
Daiichi Sankyo Ord Shs	2,300	63,150	49,132	1.95
	<u>3,600</u>	<u>128,222</u>	<u>117,504</u>	<u>4.66</u>
Retailing				
USS Co Ltd	2,600	22,291	28,483	1.13
Semiconductor Equipment				
Disco Corp	200	62,891	61,469	2.44
Micronics Japan Co Ltd	2,200	73,707	98,960	3.93
Tokyo Electron Ltd	800	137,446	175,180	6.95
	<u>3,200</u>	<u>274,044</u>	<u>335,609</u>	<u>13.32</u>
Software & Services				
Fujitsu Ltd	5,200	115,426	143,628	5.70
Obic Co Ltd	1,000	32,037	31,404	1.25
Rakus Co Ltd	9,800	65,197	65,029	2.58
	<u>16,000</u>	<u>212,660</u>	<u>240,061</u>	<u>9.53</u>
Technology Hardware & Equipment				
Dexerials Corp	5,100	71,894	85,531	3.40
Hirose Electric Co - Npv	400	50,011	44,140	1.75
	<u>5,500</u>	<u>121,905</u>	<u>129,671</u>	<u>5.15</u>
TOTAL JAPAN	92,600	2,325,891	2,488,566	98.78
Total quoted Shariah-compliant equity securities	<u>92,600</u>	<u>2,325,891</u>	<u>2,488,566</u>	<u>98.78</u>
Accumulated unrealised gain on quoted Shariah-compliant equity securities		<u>162,675</u>		
Total quoted Shariah-compliant equity securities		<u>2,488,566</u>		

NOMURA JAPAN SHARIAH ACTIVE CORE FUND

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD FROM 01 JULY 2025 TO 31 DECEMBER 2025
(UNAUDITED) (CONTINUED)

8 CASH AND CASH EQUIVALENTS

	<u>2025</u> USD
Bank balances with licensed bank	<u>32,390</u>

9 NUMBER OF UNITS IN CIRCULATION

	<u>2025</u> No. of units
(a) MYR Class	
At the beginning of the financial period	5,492,098
Creation of units during the financial period: arising from applications	765,332
Cancellation of units during the financial period	<u>(4,869,216)</u>
At the end of the financial period	<u>1,388,214</u>
(b) USD Class	
At the beginning of the financial period	2,012,702
Creation of units during the financial period: arising from applications	94,340
Cancellation of units during the financial period	<u>(20,770)</u>
At the end of the financial period	<u>2,086,272</u>

NOMURA JAPAN SHARIAH ACTIVE CORE FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 01 JULY 2025 TO 31 DECEMBER 2025 (UNAUDITED) (CONTINUED)

10 TRANSACTIONS WITH BROKERS

Details of transactions with the brokers/intermediaries for the financial period from 01 July 2025 to 31 December 2025 are as follows:

<u>Name of brokers/intermediaries</u>	<u>Value of trade</u> USD	Percentage of total <u>trade</u> %	Brokerage <u>fees</u> USD	Percentage of total <u>brokerage</u> %
Daiwa Securities Group	926,635	28.58	741	31.67
Credit Lyonnais	910,213	28.07	455	19.44
Macquarie	696,459	21.48	697	29.79
Citigroup Global Mkts	240,497	7.42	72	3.08
Jefferies International	468,315	14.44	375	16.03
	<u>3,242,119</u>	<u>100.00</u>	<u>2,340</u>	<u>100.00</u>

11 UNITS HELD BY THE MANAGER AND PARTIES RELATED TO THE MANAGER

The related parties of and their relationships with the Fund are as follows:

<u>Related party</u>	<u>Relationship</u>
Nomura Asset Management Malaysia Sdn Bhd	The Manager
Nomura Islamic Asset Management Sdn Bhd	Associate company of the Manager
The Nomura Trust and Banking Co., Ltd	Associate company of the Manager
Senior management of the Manager	Director(s) of the Manager

The number of units held by the Manager and party related to the Manager as at the end of the financial period as follows:

	No. of units	<u>2025</u> USD
Nomura Asset Management Malaysia Sdn Bhd		
- MYR Class	<u>1,000</u>	<u>238</u>
The Nomura Trust and Banking Co., Ltd.		
- USD Class	<u>1,999,990</u>	<u>2,098,790</u>

The units held by the Manager are held legally for booking purposes.

In addition to the related party disclosure mentioned elsewhere in the financial statements, there were no other significant related party transactions and balances.

Other than the above, there were no units held by parties related to the Manager.

NOMURA JAPAN SHARIAH ACTIVE CORE FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 01 JULY 2025 TO 31 DECEMBER 2025 (UNAUDITED) (CONTINUED)

12 TOTAL EXPENSES RATIO ("TER")

	<u>2025</u> %
TER	<u>1.27</u>

TER is derived from the following calculation:

$$\text{TER} = \frac{(A + B + C + D) \times 100}{E}$$

A	=	Management fee
B	=	Trustee fee
C	=	Tax agent's fee
D	=	Other expenses
E	=	Average NAV of Fund calculated on a daily basis

The average NAV of the Fund for the financial period calculated on a daily basis is USD3,099,220.

13 PORTFOLIO TURNOVER RATIO ("PTR")

	<u>2025</u> %
PTR (times)	<u>0.52</u>

PTR is derived from the following calculation:

$$\frac{(\text{Total acquisition for the financial period} + \text{total disposal for the financial period}) \div 2}{\text{Average NAV of the Fund for the financial period calculated on a daily basis}}$$

where: total acquisition for the financial period = USD1,230,335
total disposal for the financial period = USD2,011,784

NOMURA JAPAN SHARIAH ACTIVE CORE FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 01 JULY 2025 TO 31 DECEMBER 2025 (UNAUDITED) (CONTINUED)

14 SHARIAH INFORMATION OF THE FUND

The Shariah Adviser confirmed that the investment portfolio of the Fund is Shariah-compliant, which comprises:

- (i) foreign securities in foreign markets which have been classified as Shariah-compliant either by the Shariah Supervisory Board of Dow Jones Islamic Market Developed Markets Index and/or by the Shariah Adviser; and
- (ii) cash placements and liquid assets which are placed in non-interest bearing account with licensed Islamic domestic and foreign financial institutions.

15 APPROVAL OF FINANCIAL STATEMENTS

The financial statements have been approved for issue by the Manager on 25 February 2026.

NOMURA JAPAN SHARIAH ACTIVE CORE FUND**STATEMENT BY THE MANAGER**

We, Leslie Yap Kim Loong and Atsushi Ichii, being two of the Directors of Nomura Asset Management Malaysia Sdn Bhd (the "Manager"), do hereby state that, in the opinion of the Directors of the Manager, the accompanying financial statements set out on pages 1 to 27 are drawn up in accordance with the provisions of the Deed and give a true and fair view of the financial position of the Fund as at 31 December 2025 and of its financial performance, changes in net assets attributable to unitholders and cash flows for the financial period from 01 July 2025 to 31 December 2025 in accordance with the Malaysian Financial Reporting Standards and International Financial Reporting Standards.

For and on behalf of the Manager,
NOMURA ASSET MANAGEMENT MALAYSIA SDN BHD



LESLIE YAP KIM LOONG
Managing Director



ATSUSHI ICHII
Director

Kuala Lumpur
25 February 2026



TRUSTEE'S REPORT

TO THE UNIT HOLDERS OF NOMURA JAPAN SHARIAH ACTIVE CORE FUND ("Fund")

We have acted as Trustee of the Fund for the financial period ended 31 December 2025 and we hereby confirm to the best of our knowledge, after having made all reasonable enquiries, Nomura Asset Management Malaysia Sdn Bhd has operated and managed the Fund during the period covered by these financial statements in accordance with the following:-

1. Limitations imposed on the investment powers of the management company under the deed, securities laws and the Guidelines on Unit Trust Funds;
2. Valuation and pricing is carried out in accordance with the deed; and
3. Any creation and cancellation of units are carried out in accordance with the deed and any regulatory requirement.

For SCBMB Trustee Berhad
(Company No: 201201021301)

A handwritten signature in black ink, appearing to be 'Lor Yuen Ching'.

Lor Yuen Ching
Trustee Services Manager

A handwritten signature in black ink, appearing to be 'Lee Kam Weng'.

Lee Kam Weng
Trustee Services Manager

Kuala Lumpur

25 FEB 2026

SHARIAH ADVISER'S REPORT

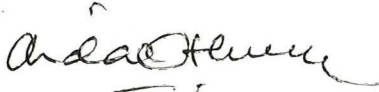
TO THE UNIT HOLDERS OF
NOMURA JAPAN SHARIAH ACTIVE CORE FUND

We hereby confirm:

To the best of our knowledge, after having made all reasonable enquiries, Nomura Asset Management Malaysia Sdn Bhd has operated and managed the Fund during the financial period covered by these financial statements in accordance with the Shariah principles and requirements and complied with the applicable guidelines, rulings or decisions issued by the Securities Commission Malaysia pertaining to Shariah matters; and

The assets of the Fund comprise instruments that have been classified as Shariah compliant by the Shariah Advisory Council ("SAC") of the Securities Commission Malaysia or the Shariah Supervisory Board of Dow Jones Islamic Market Developed Markets Index.

For ZICO Shariah Advisory Services Sdn Bhd

A handwritten signature in black ink, appearing to read "Aida Othman", with a horizontal line underneath.

DR. AIDA OTHMAN
Designated Person Responsible for Shariah Matters Relating to the Fund

Kuala Lumpur

25 FEB 2026